

# 1999 Management Letter - Follow-Up Report

Meeting Date: December 13, 2000

Subject: 1999 Management Letter - Follow-Up Report

## Recommendation

It is recommended that the Commission receive the attached follow-up report on the 1999 management letter from the auditors, for information.

## Background

The review of the management letter from the auditors is essentially a three stage process. First, the letter is presented to the Commission as soon as possible but without management's responses. Second, it is presented again but with management's responses included. Third, a follow-up status report is presented.

The first stage occurred in May 2000. At the Commission meeting on May 31, 2000, the initial management letter from the external auditors was tabled, as an integral part of the Ernst & Young report relating to their 1999 TTC financial audit. At that time, the letter was without management's responses. This was to ensure that all issues were brought to the attention of the Commission in a timely manner.

For the second stage in the process, management's responses were incorporated. The management letter with management's responses was presented for information at the Commission meeting on July 26, 2000.

## Discussion

As planned, the third stage follow-up report is now presented, for your information. For each recommendation and management response, an indication is given of the department head responsible for the implementation of that recommendation, the current status of that implementation and the date by which the recommendation has been, or is expected to be, fully implemented. We shall continue to monitor the progress of those recommendations listed as either underway or outstanding. They will also be the subject of review by the auditors, Ernst & Young, as they undertake their audit of the 2000 financial statements.

6-Dec-00

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Attachment: 1999 Management Letter – Follow-up report